### VII.

#### CONCLUSION

CCAC respectfully urges the Commission to rule expeditiously on its application for rehearing and request for stay in this matter and to grant the requested rehearing of Decision 94-08-022 and a stay of the unbundling provisions as set forth in Ordering Paragraphs 1-7.

Respectfully submitted,

WRIGHT & TALISMAN

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September 6, 1994

Attorneys for The Cellular Carriers Association of California

### CERTIFICATE OF SERVICE

I, Abby Ovitsky, certify that I have this date caused the foregoing APPLICATION OF CELLULAR CARRIERS ASSOCIATION OF CALIFORNIA FOR REHEARING OF DECISION 94-08-022 AMD REQUEST FOR STAY pursuant to Rule 86.2 of the Commission's Rules, to be served by United States mail on the parties of interest in Docket I.93-12-007 as set forth on the attached service list.

I declare under penalty of perjury pursuant to the laws of the State of California that the foregoing is true and correct.

Executed on September 6, 1994 at/San Francisco, California.

(Abby Ovitsky

# BEFORE THE PUBLIC UTILITIES COMMISSION

## OF THE STATE OF CALIFORNIA

ADMINISTRATIVE LAW JUDGE MICHAEL J. GALVIN, presiding.

Investigation on the Commission's own motion into the regulation of cellular radiotelephone utilities.

I. 88-11-040

REPORTER'S TRANSCRIPT
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Reported by: William J. Harter Robert C. Abille

H.C. Kaufman, Jr., Official Reporter
PUBLIC UTILITIES COMMISSION, STATE OF CALIFORNIA
505 Van Ness Avenue, San Francisco, California 94102

1		JORDAN RODERICK
2	resumed	the stand and testified further as follows:
3	ALJ	GALVIN: Mr. Selby?
4	MR.	SELBY: Good morning, your Honor.
5	ALJ (	GALVIN: Do you have questions of this
6	witness?	
7	MR.	SELBY: Yes, your Honor.
8		CROSS-EXAMINATION
9	BY MR. SE	LBY:
10	Q.	Good morning, Mr. Roderick.
11		My name is Nick Selby and I'm appearing in
12	the procee	eding on behalf of NEXTEL.
13	A	Good morning.
14	Q	If you don't mind, I'll just sit here. You
15	can hear n	ne okay?
16	A	Yes.
17	Q	Good.
18		Is it correct that you have not testified in
19	regulatory	proceedings before?
20	A ]	No.
21	Q	Okay. Have you testified before this
22	Commission	before?
23	A	No.
24	Q	Where else have you testified?
25	A	I have testified before the Public Utilities
26	Commission	s in Kansas, Missouri, Indiana, Ohio, North
27	Carolina,	South Carolina, Florida and before the
28	Senate of	Pennsylvania.

ALJ GALVIN: On the record.

MR. SELBY: Q You mentioned in your testimony, Mr. Roderick, that a Motorola DPC 550 flip-phone sells for \$39.99 with activation in Seattle.

MS. TOLLER: Could you please point -- I'm sorry, the page?

MR. SELBY: Q That's page 11.

A Yes, I see that.

Q And the same telephone evidently sells for \$1 with activation on a six-month contract plan in Dallas?

A Right.

Q This is information that you are personally familiar with?

A Yes, I've seen the advertisements.

Q Now, on the basis of your involvement in the negotiations with equipment manufacturers and your familiarity with equipment costs, manufacturers' invoice costs, can you tell me tell me today whether the \$39.99 price is below cost for the Motorola 550 flip-phone?

A It's below what the invoice price from Motorola, yes.

Q And I take it the same would be true with respect to the \$1 telephone in Texas?

A Yes, sir.

(Laughter)

MR. SELBY: Q Thank you.

Now, going over to -- oh, yes. On the same page you state:

"The same phone in California sells for between

\$198.00 and \$247.95."

Are you familiar with those facts personally?

A Yes. Again, those are from advertisements that I've seen.

Q And again on the same basis as your previous answers, could you tell us whether the \$198 is below manufacturer's invoice costs or not?

A I don't know that I could.

I think that's right around where it's priced at, actually.

Q I'm sorry. I don't think I understood your answer.

Are you saying that the \$198 is right around the manufacturer's invoice cost?

MS. TOLLER: Mr. Roderick, I'd like to caution you that yesterday you indicated, as I verified today, that various of our equipment manufacturers or contracts have confidentiality provisions in them, so if, by answering this question, you're going to give the invoice cost for the phone, then I would ask you not to answer the question.